TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 3803 - HB 3931

March 1, 2010

SUMMARY OF BILL: Requires at least two percent of the aggregate Child Care and Development Funds block grant be expended for making grants or loans to child care providers to assist such providers in meeting applicable state, local, and tribal child care standards and providing training and technical assistance in areas appropriate to the provision of child care services.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact – The Department of Human Services (DHS) will have to expend approximately \$1,141,700 of the Child Care and Development Funds block grant for grants and loans to child care providers. This will require DHS to decrease other programs funded through the block grant. DHS would need additional state funds to meet this requirement and keep program services at the current level.

Assumptions:

- According to DHS, FY08-09 Child Care and Development Funds block grant funds totaled approximately \$114,171,700.
- The Department currently dedicates approximately one percent of these funds or \$1,141,717 for training and technical assistance.
- The Department will have to dedicate an additional \$1,141,717 for grants or loans to assist child care providers in meeting child care standards.
- Currently, all Child Care and Development Funds are obligated. For the Department to expend an additional \$1,141,717 for the newly created grants and loans, there will be a reduction in the current programs that are provided with these funds or there will be an increase in state funds of \$1,141,717 to keep all programs at current funding levels.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director

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